

## § 431.711

### § 431.711 Compliance with standards.

The agency or board must establish and carry out procedures to insure that licensed administrators comply with the standards in this subpart when they serve as nursing home administrators.

### § 431.712 Failure to comply with standards.

The agency or board must investigate and act on all complaints it receives of violations of standards.

### § 431.713 Continuing study and investigation.

The agency or board must conduct a continuing study of nursing homes and administrators within the State to improve—

- (a) Licensing standards; and
- (b) The procedures and methods for enforcing the standards.

### § 431.714 Waivers.

The agency or board may waive any standards developed under § 431.707 of this subpart for any person who has served in the capacity of a nursing home administrator during all of the 3 calendar years immediately preceding the calendar year in which the State first meets the requirements in this subpart.

### § 431.715 Federal financial participation.

No FFP is available in expenditures by the licensing board for establishing and maintaining standards for the licensing of nursing home administrators.

## Subpart O [Reserved]

## Subpart P—Quality Control

### GENERAL PROVISIONS

SOURCE: Sections 431.800 through 431.808 appear at 55 FR 22166, May 31, 1990, unless otherwise noted.

### § 431.800 Scope of subpart.

This subpart—

- (a) Establishes State plan requirements for a Medicaid eligibility quality control (MEQC) program designed to reduce erroneous expenditures by mon-

## 42 CFR Ch. IV (10–1–06 Edition)

itoring eligibility determinations and a claims processing assessment system that monitors claims processing operations.

(b) Establishes rules and procedures for disallowing Federal financial participation (FFP) in erroneous Medicaid payments due to eligibility and recipient liability errors as detected through the MEQC program.

### § 431.802 Basis.

This subpart implements the following sections of the Act, which establish requirements for State plans and for payment of Federal financial participation (FFP) to States:

1902(a)(4) Administrative methods for proper and efficient operation of the State plan.

1903(u) Limitation of FFP for erroneous medical assistance expenditures.

### § 431.804 Definitions.

As used in this subpart—

*Active case* means an individual or family determined to be currently authorized as eligible for Medicaid by the agency.

*Administrative period* means the period of time recognized by the MEQC program for State agencies to reflect changes in case circumstances, i.e., a change in a common program area, during which no case error based on the circumstance change would be cited. This period consists of the review month and the month prior to the review month.

*Claims processing error* means FFP has been claimed for a Medicaid payment that was made—

- (1) For a service not authorized under the State plan;
- (2) To a provider not certified for participation in the Medicaid program;
- (3) For a service already paid for by Medicaid; or
- (4) In an amount above the allowable reimbursement level for that service.

*Eligibility error* means that Medicaid coverage has been authorized or payment has been made for a recipient or family under review who—

- (1) Was ineligible when authorized or when he received services; or
- (2) Was eligible for Medicaid but was ineligible for certain services he received; or